

17 November 2022

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BURSA	16-Nov	Day chg	% chg
KLCI	1,448.4	-2.16	-0.15%
FTSE EMAS	10,295.0	-20.7	-0.20%
FTSE Smallcap	14,432.9	-11.61	-0.08%
FTSE MESDAQ	4,997.2	-15.9	-0.32%
KLSE Mkt Cap (RM'b)	1,582.1	-1.3	-0.09%

BURSA DAILY TRADING PARTICIPATION

Participation	Net (RM'm)	Value (%)
Local Institution	39.2	46.7%
Local Retail	40.7	24.0%
Foreign	-79.9	29.3%

INDICES	16-Nov	Day chg	% chg
Dow Jones	33,553.8	-39.1	-0.12%
S&P 500	3,958.8	-32.9	-0.83%
NASDAQ	11,183.7	-174.75	-1.54%
FTSE-100	7,351.2	-18.3	-0.25%
Nikkei 225	28,028.3	38.1	0.14%
SHCOMP	3,120.0	-14.098	-0.45%
HSI	18,256.5	-86.6	-0.47%
STI	3,266.2	-9.1	-0.28%
KOSPI	2,477.5	-2.9	-0.12%
TWSE	14,537.4	-9.0	-0.06%
JCI	7,014.4	-21.116	-0.30%
SET	1,620.0	-9.4	-0.58%

FOREX	16-Nov	15-Nov	% chg
USD/MYR:	4.5443	4.5428	0.03%
EUR/USD:	1.0428	1.0428	0.00%
GBP/USD:	1.1925	1.1867	0.49%
USD/YEN:	139.37	139.22	0.11%
USD/SGD:	1.3674	1.3675	-0.01%
USD/HKD:	7.8223	7.8231	-0.01%

KEY STATS

KLCI Spot			
Vol (m shares):	2,318.7	2,781.5	-16.64%
Value (RMm):	1,711.8	1,677.2	2.07%
KLCI Future			
November-22	1,446.5	1,450.5	-0.28%
December-22	1,446.0	1,452.0	-0.41%
CPO Price (RM/tonne)			
Soybean (US\$/bu)	1,429.3	1,457.3	-1.92%
SoyOil (USc/lb)	72.1	74.7	-3.44%
Gold (US\$/troy oz)	1,775.8	1,776.8	-0.06%
Nymex crude oil (US\$/bbl)	85.6	86.9	-1.53%
Latex (RM/kg)	4.77	4.82	-1.04%
Tin (US\$/mt)	N.A.	23,592.0	N.A.

Research Highlights

NEWS HIGHLIGHTS

- Apex Healthcare posts new record high quarterly profit, revenue
- Improved property, pharmaceutical segments push Kobay's 1Q earnings 8.2% higher
- ELK-Desa Resources' 2Q net profit more than doubles to RM11.5m, declares 4.5 sen dividend
- Gabungan AQRS, PR1MA to jointly develop housing project with GDV of RM336m
- ECA Integrated's IPO oversubscribed by 110.2 times

MACRO BITS

- G20 vows to calibrate pace of interest rate hikes, avoid spillovers
- WTO warns of 'real' recession risk in some major economies
- New car sales down 10.0% m-o-m in October, up 50.0% YTD
- Thai government spending to target low-income groups
- China advisers say they'll recommend modest growth target for 2023
- Foreign visitors in Japan surge after tourism reopening
- Japan's Sept machinery orders unexpectedly fall, raising capex concerns
- Australia wages jump 1.0% in Q3, biggest gain in a decade
- US retail sales rise most in eight months as consumers hold on
- Fed's George says increasingly difficult to bring inflation down without a recession
- Kremlin says it sees 'progress' on Black Sea grain deal
- UK inflation hits 41-year high as Hunt readies tough budget
- Jobless rate rises as UK prepares to tighten belts again

IDEAS OF THE DAY (SEE SEPARATE REPORTS FOR DETAILS)

- Sector Update: AUTOMOTIVE
- RISE: NOVA, SAMAIKEN
- Results Note: AMWAY
- On Our Technical Watch: PIE, SPSETIA
- Rating Summary
- Economic Viewpoint: Bond Market Weekly Outlook, Ringgit Weekly Outlook

#	Top Volume	Price	%Chg (+/-)	Vol (m)	Top Gainer	Price	%Chg (+/-)	Vol (m)	Top Loser	Price	%Chg (+/-)	Vol (m)
1	TOPGLOV	0.97	-4.9	127.42	KLK	21.56	2.2	0.30	HARTA	2.00	-7.0	21.70
2	HARTA	2.00	-7.0	21.70	PMETAL	4.73	0.2	4.19	TOPGLOV	0.97	-4.9	127.42
3	PBBANK	4.37	-0.2	20.20	PETDAG	21.98	0.2	0.05	DIALOG	2.03	-2.4	2.48
4	CIMB	5.41	-1.5	12.10	IOICORP	4.03	0.0	0.93	DIGI	3.81	-2.3	1.42
5	MAYBANK	8.50	-1.1	11.80	NESTLE	130.20	0.0	0.03	INARI	2.56	-2.3	1.96
6	IHH	5.96	-0.5	9.07	HLBANK	20.60	-0.2	1.17	SIME	2.23	-1.8	6.37
7	PICHEM	8.62	-1.2	8.20	SIMEPLT	4.45	-0.2	0.46	TM	5.46	-1.6	1.83
8	SIME	2.23	-1.8	6.37	PBBANK	4.37	-0.2	20.20	CIMB	5.41	-1.5	12.10
9	GENM	2.72	-1.5	6.04	HLFG	18.70	-0.3	0.25	GENM	2.72	-1.5	6.04
10	GENTING	4.52	-1.3	5.08	IHH	5.96	-0.5	9.07	GENTING	4.52	-1.3	5.08

Notes: # KL Composite Index (FBMKLCI) component stocks

Corporate News

- **Apex Healthcare posts new record high quarterly profit, revenue**

Apex Healthcare Bhd's third quarter net profit surged 91.9% to RM26.9m, from RM14m a year earlier, helped by a significantly stronger share of net-of-tax earnings from its associated company. Earnings per share for the third quarter ended Sept 30, 2022 (3QFY22) rose to 5.7 sen from 3.0 sen, the healthcare group's bourse filing showed. Quarterly revenue climbed 10% to RM232.1m from RM211.1m as demand for pharmaceuticals, medical devices and consumer healthcare products continued to stay elevated in both domestic and international markets. "In particular, sale of respiratory medications, including the group's cough and cold products, remained strong due to the prevalence of Covid-19 and influenza cases in the community," the group said. *(The Edge Markets)*

- **Improved property, pharmaceutical segments push Kobay's 1Q earnings 8.2% higher**

Kobay Technology Bhd kick-started its financial year ending June 30, 2023 (FY23) with a 8.2% rise in net profit to RM10.5m for the first quarter ending Sept 30, 2022 (1QFY23), from RM9.7m in the same period last year. This was backed by better performance from its property development and property letting businesses, besides being supported by the pharmaceutical and healthcare division. However, its manufacturing division faced higher pre-operation costs for new businesses. Earnings per share was up at 3.3 sen from 3.2 sen previously, the engineering solutions provider's bourse filing on Wednesday (Nov 16) showed. *(The Edge Markets)*

- **ELK-Desa Resources' 2Q net profit more than doubles to RM11.5m, declares 4.5 sen dividend**

ELK-Desa Resources Bhd's net profit for the second quarter ended Sept 30, 2022 (2QFY23) jumped more than two times to RM11.5m, from RM4.8m a year ago, on higher contribution from both hire purchase and furniture segments. As a result, its earnings per share increased to 3.8 sen in 2QFY23, from 1.6 sen previously, the non-bank lender said in a bourse filing. Quarterly revenue rose 54.3% to RM36m, from RM23.4m a year before. The company has declared an interim dividend of 4.5 sen per share, payable on Dec 16. The dividend payout is higher than the two sen declared for the previous corresponding period. *(The Edge Markets)*

- **Gabungan AQRS, PR1MA to jointly develop housing project with GDV of RM336m**

Gabungan AQRS Bhd has entered into a joint development agreement with PR1MA Corporation Malaysia to develop a residential project in Kuantan, Pahang, with an estimated gross development value (GDV) of RM336m. In a filing with Bursa Malaysia on Wednesday (Nov 16), the group said the project involves the development of 1,065 units of single-storey terraced and single-storey semi-detached housing, with 320 units in the first phase, 328 units in the second, and 417 units in the third phase. Gabungan AQRS said the 40.80-hectare project is expected to be completed within 84 months from the project's commencement date. PR1MA is the land owner. *(The Edge Markets)*

- **ECA Integrated's IPO oversubscribed by 110.2 times**

Automated manufacturing solution provider ECA Integrated Solution Bhd, en route to list on the ACE Market of Bursa Malaysia on Nov 23, said its initial public offering (IPO) was oversubscribed by 110.2 times by the Malaysian public. In a statement on Wednesday (Nov 16), ECA said a total of 19,139 applications for 3.2b new shares were received for the 28.9m shares made available to the Malaysian public. A total of 8,980 applications for 1b new shares were received under the Bumiputera category, representing an oversubscription rate of 69.6 times, while 10,159 applications for 2.2b new shares were received under the public category, representing an oversubscription rate of 150.7 times. *(The Edge Markets)*



Macro Bits

Global

- [G20 vows to calibrate pace of interest rate hikes, avoid spillovers](#) Leaders of the world's biggest economies agreed to pace their interest rate hikes carefully to avoid spillovers and warned of "increased volatility" in currency moves, a sea change from last year's focus on mending the scars of the COVID-19 pandemic. *(Reuters)*
- [WTO warns of 'real' recession risk in some major economies](#) The head of the World Trade Organization (WTO) warned on Wednesday that several major economies face a real risk of sliding into recession as the war in Ukraine, rising food and fuel costs, and soaring inflation cloud the global outlook. *(Reuters)*

Malaysia

- [New car sales down 10.0% m-o-m in October, up 50.0% YTD](#) Malaysia's new car sales volume or total industry volume (TIV) came in at 61,002 units in October, down 10.0% month-on-month (m-o-m) from 67,698 units sold in September, according to the Malaysian Automotive Association (MAA). Year-on-year, car sales dipped 5.8% from 64,762 units sold in October 2021. *(The Edge Markets)*

Asia Pacific

- [Thai government spending to target low-income groups](#) Thailand's economic stimulus policies will be more targeted toward vulnerable groups and low-income households, Finance Minister Arkhom Termpittayapaisith said on Wednesday. The economy should grow 3.4% this year and 3.8% in 2023, despite global headwinds, he said, while fiscal policy will be more focused. *(Reuters)*
- [China advisers say they'll recommend modest growth target for 2023](#) Chinese government advisers say they will recommend modest economic growth targets for next year ranging from 4.5% to 5.5% to an annual policymakers' meeting, marking a pickup from this year's growth but still hobbled by COVID-19 and other challenges. *(Reuters)*
- [Foreign visitors in Japan surge after tourism reopening](#) The number of foreign visitors to Japan rose to nearly 500,000 in October, the first month it fully reopened to overseas visitors after more than two years of COVID restrictions, more than doubling the volume from September. *(Reuters)*
- [Japan's Sept machinery orders unexpectedly fall, raising capex concerns](#) Japan's machinery orders unexpectedly fell in September in a sign the global economic slowdown and higher import costs are weighing on firms' capital spending plans. Core orders, a highly volatile data series regarded as a barometer of capital expenditure in the coming six to nine months, fell 4.6% in September from the previous month, Cabinet Office data showed. *(Reuters)*
- [Australia wages jump 1.0% in Q3, biggest gain in a decade](#) Australian wages boasted the largest rise in a decade last quarter as a super-tight labour market finally made itself felt, though pay still lags far behind inflation in a squeeze on real incomes. Figures from the Australian Bureau of Statistics out on Wednesday showed its wage price index rose 1.0% in the September quarter from the previous quarter. *(Reuters)*

Americas

- [US retail sales rise most in eight months as consumers hold on](#) US retail sales posted the biggest increase in eight months in October, indicating demand for goods is broadly holding up despite decades-high inflation and a worsening economic outlook. The value of overall retail purchases climbed 1.3% last month after stagnating in September. Excluding gasoline and autos, retail sales were up 0.9%. *(Bloomberg)*
- [Fed's George says increasingly difficult to bring inflation down without a recession](#) Inflation is at risk of becoming entrenched in the economy from an overheated job market, making it difficult for the Federal Reserve to bring down inflation without a recession, Kansas City Federal Reserve President Esther George told the Wall Street Journal. *(Reuters)*

Europe

- [Kremlin says it sees 'progress' on Black Sea grain deal](#) The Kremlin said on Wednesday that Russia had seen "certain progress" towards addressing its concerns over the Black Sea grain deal, which it has not yet committed to extending beyond Nov. 19. *(Reuters)*
- [UK inflation hits 41-year high as Hunt readies tough budget](#) Surging household energy bills and food prices pushed British inflation to a 41-year high, data showed a day before finance minister Jeremy Hunt announces "tough but necessary" tax hikes and spending cuts to control price growth. Consumer prices rose 11.1% in the 12 months to October, the most since October 1981. *(Reuters)*
- [Jobless rate rises as UK prepares to tighten belts again](#) Britain's unemployment rate unexpectedly rose and vacancies fell for a fifth report in a row as employers worried about the outlook for the economy, official data showed. The jobless rate rose to 3.6%, pushed up by a rate of 3.8% in September alone. *(Reuters)*



17 November 2022

List of Oversold Stocks (14-Day RSI<30-mark)

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D
SERN KOU RESOURCES BHD	0.685	20.37	13.04	2.56	0.680
SAMCHEM HOLDINGS BHD	0.655	27.36	23.08	10.61	0.650
DUFU TECHNOLOGY CORP BHD	1.670	28.65	30.12	46.99	1.530

*Only for stocks with market cap >RM300m

Source: Bloomberg

List of Overbought Stocks (14-Day RSI>70-mark)

NAME*	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D
SIGNATURE INTERNATIONAL BHD	3.230	87.80	90.44	95.57	3.350
RAPID SYNERGY BHD	15.780	84.02	85.51	88.37	15.880
KAREX BHD	0.550	82.70	85.97	90.70	0.575
MICROLINK SOLUTIONS BHD	0.975	80.86	77.69	70.10	1.000
ELK-DESA RESOURCES	1.480	78.67	86.29	98.10	1.480
BLD PLANTATION BHD	11.000	76.30	83.08	97.27	11.000
FIAMMA HOLDINGS BERHAD	1.270	74.80	78.44	82.44	1.320
BOILERMECH HOLDINGS BERHAD	0.750	74.42	85.62	99.58	0.770
AJIYA BHD	1.550	73.97	76.30	77.21	1.630
RCE CAPITAL BHD	1.700	73.89	81.03	96.16	1.700
Y.S.P.SOUTHEAST ASIA HOLDING	2.330	72.98	76.09	81.88	2.340
ANN JOO RESOURCES BHD	1.090	71.61	79.33	96.44	1.120
FRONTKEN CORP BHD	2.770	71.36	81.74	96.94	2.820
MIECO CHIPBOARD BERHAD	0.655	70.87	73.73	72.71	0.675
MALAYSIA SMELTING CORP BHD	1.690	70.50	80.39	93.40	1.790
THREE-A RESOURCES BHD	0.930	70.20	76.16	87.15	0.935

*Only for stocks with market cap >RM300m

Source: Bloomberg

List of Oversold Warrants (14-Day RSI<30-mark)

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	LOW 30D	EXPIRY DATE
REVENUE GROUP BHD-WA	0.105	18.71	19.45	45.15	0.080	14/1/2024
INARI AMERTRON BHD-N	0.060	26.17	32.22	79.02	0.045	17/3/2023
GENTING MALAYSIA BHD-V	0.015	26.79	32.83	30.39	0.010	28/2/2023
DOW JONES INDUSTRIAL AVERAGE-H3	0.020	27.47	21.81	13.63	0.015	19/12/2022

Source: Bloomberg

List of Overbought Warrants (14-Day RSI>70-mark)

NAME	LAST PRICE	RSI 14D	RSI 9D	RSI 3D	HIGH 30D	EXPIRY DATE
TELADAN SETIA GROUP BHD-WA	0.880	88.66	92.31	98.36	0.920	31/12/2099
MALAYSIA STEEL WORKS KL BHD-WB	0.095	75.59	83.17	97.93	0.100	21/10/2026
BCM ALLIANCE BHD-WA	0.010	74.13	90.07	99.99	0.010	24/8/2024
CLASSIC SCENIC BHD-WA	0.750	73.89	76.87	72.65	0.760	8/8/2026
SUPERMAX CORP BHD-D	0.110	72.86	67.72	32.70	0.130	3/7/2023
MELEWAR INDUSTRIAL GROUP BHD-WB	0.095	72.62	80.98	96.64	0.105	18/8/2023
TOP GLOVE CORP BHD-B	0.205	72.41	71.34	65.82	0.230	31/5/2023

Source: Bloomberg

Stock Ratings are defined as follows:**Stock Recommendations**

OUTPERFORM	: A particular stock's Expected Total Return is MORE than 10%
MARKET PERFORM	: A particular stock's Expected Total Return is WITHIN the range of -5% to 10%
UNDERPERFORM	: A particular stock's Expected Total Return is LESS than -5%

Sector Recommendations***

OVERWEIGHT	: A particular sector's Expected Total Return is MORE than 10%
NEUTRAL	: A particular sector's Expected Total Return is WITHIN the range of -5% to 10%
UNDERWEIGHT	: A particular sector's Expected Total Return is LESS than -5%

******Sector recommendations are defined based on market capitalisation weighted average expected total return for stocks under our coverage.***

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